



4008

ANNUAL REPORT

of

Name: LAKEFIELD COMMUNICATIONS INC.

Principal Office: 7520 ENGLISH LAKE ROAD
P.O. BOX 102
NEWTON, WI 53063
PO Box Zip: 53063-0102

For the Year Ended: DECEMBER 31, 2001

**Alternative Telecommunications Utility --
Other Telecommunications Provider**

To

Public Service Commission of Wisconsin

Mailing Address:	P.O. Box 7854 Madison, WI 53707-7854
Courier Address:	610 N. Whitney Way Madison, WI 53705-2729
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Home Page:	http://psc.wi.gov

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

RULES FOR REPORTING

1. The annual report due date is April 1 of the following year. (Example: The 2002 report is due April 1, 2003.) If that date falls on a weekend or holiday, the annual report is due the following business day.
2. **Electronic filing via e-mail is required unless additional provisional confidential treatment is desired.** Go to the Public Service Commission of Wisconsin's Web Page at <http://psc.wi.gov>, click on Telecommunications, click on Annual Report Programs and Worksheets, and click on Annual Report Program for Alternative Telecommunications Utility - Other Telecommunications Providers (OTH).
3. Alternative Telecommunications Utility-Other Telecommunications Provider (ATU-Other) entities with no revenues for the report year are required to file an OTH annual report.
4. Unless otherwise indicated, the information requested in this report should be taken from the accounts and other records of the utility. A query or response concerning information contained in this report regarding any practice or transaction should not be construed as indicating conformity to pertinent regulations.
5. Please follow all instructions and answer each question fully and accurately. Provide additional information as necessary to avoid misunderstandings or misleading responses.
6. Wherever information is requested in a "note," please show that information in the space provided, or make reference to the adjacent page or insert where the note may be found. Please also identify each note. Limited footnote capability is included in the annual report software program. Please use it where necessary to fully explain particulars in the annual report.
7. Numeric items are limited to digits (0-9). Do not type commas when entering numbers. A minus sign "-" should be entered in the software program to indicate negative values. The program will convert the minus sign to parentheses if a hard copy of the annual report is printed. Negative values may not be allowed for certain entries in the annual report due to restrictions contained in the software program.
8. Please report all dollar amounts to the nearest thousand dollars.
9. This annual report should be complete in all respects. Unless otherwise authorized, avoid references to returns of former years or to other reports.
10. Wherever schedules call for data from the previous year and such data were reported in the previous annual report, the previous year's data should be reported without modification. If modified, an appropriate footnote and explanation should be included in the current year's annual report.
11. Where part or all of the report is prepared by other than utility personnel, a disclosure is required in the "Individual or firm, if other than utility employee, preparing this report" portion of the Identification and Ownership schedule, which describes the nature and extent of work performed.
12. The OTH annual report program incorporates provisional confidentiality capability for the following item, based on the Commission's Information Regarding Confidential Filings decision dated February 24, 2003, as supplemented for the new Nonregulated Revenues category on the Operating Revenues schedule:
 - a. Operating Revenues (Particulars, Wisconsin-Based Intrastate, Wisconsin-Based Interstate, Wisconsin-Based Total, and Total Company columns) (pp. 14-15) (Miscellaneous Revenues and Nonregulated Revenues descriptions, other than Video Distance Learning and Directory appearing in the report form, contained in the Particulars column (column a) and respective dollar amounts reported for the Miscellaneous Revenues and Nonregulated Revenues categories in the columns labeled Wisconsin-

RULES FOR REPORTING

Based Intrastate, Wisconsin-Based Interstate, Wisconsin-Based Total, and Total Company);

- b. Central Office Data-End of Year (p. 19)
 - i. Integrated Service Digital Network (ISDN) Lines-In Use (BRI);
 - ii. ISDN Lines-In Use (PRI);
 - iii. xDSL Lines-In Use;
 - iv. Switched 56 lines in use;
 - v. Digital Transmission Facilities: DS-1-In use;
 - vi. Digital Transmission Facilities: DS-3-In use;
 - vii. Video Information Service-In use (# lines); and
 - viii. Fiber Transmission Facilities: No. of fiber strands working (LIT) in C.O.

If additional provisional confidential treatment is desired, please contact the Commission concerning required manual filing procedures. In this situation, do not file the annual report electronically using the program's e-mail filing capabilities.

- 13. It is not necessary to manually or electronically "sign" the signature page. It is not necessary to file a hardcopy annual report printout with the Commission.
- 14. **Edit Check, Confidential Listing, Exported Annual Report, and Export Status Files; Filing the Completed Report:**

Program edit checks, which are located under the Admin dropdown menu, should be run at the completion of data entry. Each edit problem lists pertinent schedule(s) as well as the nature of the problem (such as "does not equal"). Edit items should be reviewed and corrected; unresolved problems should be footnoted in the report, if necessary. This screen automatically saves the edit checks to an .edt file that may be viewed and edited (for purposes of adding necessary notations) using a word processing package such as WordPad.

The confidential listing, which is located under the Admin dropdown menu, should also be run at the completion of data entry. This will create a .clf file.

Select the annual report to export from the Main-Report Selection window. Click Admin, Export Data to PSC to start the export process. This will create an .mdb file, which will subsequently be encrypted to a file with an .sen extension. An export status file is also created (with a .txt extension). The export status file may also be viewed in a word processing package such as WordPad. If you encounter any export errors, please contact the Commission for assistance.

The .edt, .clf, .sen, and .txt files will be zipped to a file with a .zip extension. An e-mail message will be created, addressed to pscrcs@psc.state.wi.us. The .zip file is automatically attached to the e-mail message. After the e-mail is created, it will automatically be sent to the Commission.

Once received and processed by the Commission, you will receive a response indicating that your annual report has been received and is being processed. You will be notified if there are any problems with the annual report filing.

- 15. **Name Changes:**

If a name change (e.g., the new name, the date of the change, and the affected entities with their respective four-digit Commission identification numbers) is identified in the report, documents from the State of Wisconsin Department of Financial Institutions (DFI) also must be submitted to the Commission:

RULES FOR REPORTING

A domestic corporation should send a copy of the stamped page from its Articles of Amendment as filed with DFI. A foreign corporation should send a copy of their Amended Certificate of Authority as issued by DFI.

These documents can be obtained by:

1. Calling DFI at (608) 261-7577;
2. Contacting DFI on the web at <http://wdfi.org>; or
3. By writing to DFI at P.O. Box 7846, Madison, WI 53707-7846.

A name change is not effective in the Commission's records until a separate notification letter is sent to the Commission including documentation to confirm registration of that change with the State of Wisconsin Department of Financial Institutions.

16. Changes to the Annual Report Subsequent to Filing:

If making revisions to the report subsequent to an electronic filing with the Commission, resubmit the report via e-mail following the procedures set forth above in item number 14. New edit check, confidential listing, exported annual report, and export status files should be created as a result of the revisions.

Revisions to an annual report previously filed on a manual basis also require a new complete manual filing.

17. Municipalities authorized by the Commission as competitive local exchange carriers (CLECs) should report only the CLEC-related amounts in the OTH annual report.

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: LAKEFIELD COMMUNICATIONS INC.
Utility Location: 7520 ENGLISH LAKE ROAD
P.O. BOX 102
NEWTON, WI 53063
PO Box Zip: 53063-0102

Utility Web Site Address: www.lakefield.net

Date utility authorized to provide service in Wisconsin: 09/06/1988

State in which utility was organized: Wisconsin

Organization type (e.g., corporation, partnership): Corporation

New Utility Name:

Effective Date:

Officer in charge of correspondence concerning this report

Name: PHILIP NASS
Title: GENERAL MANAGER
Firm/Company: LAKEFIELD COMMUNICATIONS, INC
Office Address: 7520 ENGLISH LAKE ROAD
P.O. BOX 102
NEWTON, WI 53063-0102
Fax Number: (920) 758 - 2997
Telephone Number: (920) 758 - 2211
Email Address: phil@lakefield.net

Individual or firm, if other than utility employee, preparing this report

Name: ROBERT D. WORTINGER, CPA
Title: PARTNER
Firm/Company: KIESLING ASSOCIATES, LLP
Office Address: 6401 ODANA ROAD
MAIDSON, WI 53719-1155
Fax Number: (608) 273 - 2383
Telephone Number: (608) 273 - 2315
Email Address: rwortinger@kiesling.com

Name and address of the office where the utility's books are kept

Name: PHILIP NASS
Title: GENERAL MANAGER
Firm/Company: LAKEFIELD COMMUNICATIONS, INC.
Office Address: 7520 ENGLISH LAKE ROAD
P.O. BOX 102
NEWTON, WI 53063-0102
Fax Number: (920) 758 - 2997
Telephone Number: (920) 758 - 2211
Email Address: phil@lakefield.net

IDENTIFICATION AND OWNERSHIP

List names, addresses, and number of shares held by persons owning 5 percent or more of outstanding voting securities. If any stock is held by a nominee, give known particulars as to the beneficial owner (See Wis. Stat. § 196.795(1)(c), for definition of beneficial owner).

Name:	LAKEFIELD TELECOM, INC
Address:	7520 ENGLISH LAKE ROAD
	PO BOX 102
	NEWTON , WI 53063-0102
Number of Shares Held:	960
Beneficial Owner:	NONE

List companies owned, controlled, or operated and form and extent of such ownership, control or operation.

Company Name:	NONE
Form of Interest:	N/A
Extent of Interest:	N/A

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues	232,453	157,563	1
OPERATING EXPENSES			
Access and Billing Expenses	161,571	125,409	2
Local Interconnection	0	0	3
Other Charges Imposed by Another Carrier	0	0	4
Communication System Operations	0	0	5
Sales and Marketing	0	0	6
Administrative and General	424,765	58,750	7
Depreciation and Amortization	6,172	146	8
Other	(59,642)	(37,672)	9
Total Operating Expenses	532,866	146,633	10
Net Operating Income	(300,413)	10,930	11
OTHER INCOME			
Nonoperating Income and Expense	744,571	858,263	12
Nonoperating Taxes	215,591	338,825	13
Interest and Related Items	125,990	59,730	14
Extraordinary Items	0	0	15
Nonregulated Net Income	251,714	0	16
Total Nonoperating Income	654,704	459,708	17
Net Income	354,291	470,638	18

Income Statement - Total Company Note:

Disclose additional material information not included elsewhere in this report that is necessary to make the financial statements clear and understandable, including:

1. A summary of significant accounting policies, including, but not limited to, accounting policies related to pension cost, unbilled revenues, and income taxes.
2. The method of computing depreciation expense.

A. Revenue Recognition

The Company recognizes revenues when earned regardless of the period in which they are billed.

B. Income Taxes

Income Taxes are accounted for using a liability method and provide for the tax effects of transactions reported in the consolidated financial statements including both taxes current due and deferred.

INCOME STATEMENT - WISCONSIN INTRASTATE OPERATIONS

Particulars (a)	Wisconsin Intrastate % This Year (b)	This Year (c)	Last Year (d)	
Operating Revenues	79.00%	184,452	115,021	1
OPERATING EXPENSES				
Access and Billing Expenses	85.00%	137,529	110,452	2
Local Interconnection	0%	0	0	3
Other Charges Imposed by Another Carrier	0%	0	0	4
Communication System Operations	0%	0	0	5
Sales and Marketing	0%	0	0	6
Administrative and General	0%	0	0	7
Depreciation and Amortization	0%	0	0	8
Other	0%	0	0	9
Total Operating Expenses	0%	137,529	110,452	10
Net Operating Income	0%	46,923	4,569	11
OTHER INCOME				
Nonoperating Income and Expense	0%	0	0	12
Nonoperating Taxes	0%	0	0	13
Interest and Related Items	0%	0	0	14
Extraordinary Items	0%	0	0	15
Nonregulated Net Income	0%	0	0	16
Total Nonoperating Income	0%	0	0	17
Net Income	0%	46,923	4,569	18

Income Statement - Wisconsin Intrastate Operations Note:

Please state the bases upon which the Wisconsin intrastate factors were developed and provide supporting calculations.

TOTAL COMPANY BALANCE SHEET - ASSETS

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT ASSETS			
Cash and Cash Equivalents	65,644	75,874	1
Net Telecommunications Accounts Receivable	53,726	66,361	2
Net Other Accounts Receivable	88,941	0	3
Net Notes Receivable	0	0	4
Interest and Dividends Receivable	0	0	5
Materials and Supplies	6,617	0	6
Prepayments	8,515	12,804	7
Other Current Assets	0	0	8
TOTAL CURRENT ASSETS	223,443	155,039	
NONCURRENT ASSETS			
Investments in Affiliated Companies	0	0	9
Investments in Nonaffiliated Companies	2,500,194	2,190,854	10
Other Noncurrent Assets	0	3,111	11
Deferred Charges	0	5,955	12
TOTAL NONCURRENT ASSETS	2,500,194	2,199,920	
PLANT			
Telecommunications Plant in Service	3,888,709	288,510	13
Less: Accumulated Depreciation and Amortization	6,318	146	14
Net Property Held for Future Telecommunications Use	0	0	15
Net Nonoperating Plant	205,991	0	16
Telecommunications Plant Under Construction	0	0	17
Net Telecommunications Plant Adjustment	0	0	18
TOTAL PLANT	4,088,382	288,364	
TOTAL ASSETS AND OTHER DEBITS	<u>6,812,019</u>	<u>2,643,323</u>	

TOTAL COMPANY BALANCE SHEET - LIABILITIES AND CAPITAL

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT LIABILITIES			
Accounts and Notes Payable to Affiliated Companies	20,805	13,169	1
Other Accounts and Notes Payable	280,506	127,250	2
Advance Billing and Payments	0	17,705	3
Customer Deposits	0	0	4
Current Maturities - Long-Term Obligations	0	177,400	5
Taxes Accrued	(112,711)	125,281	6
Other Current and Accrued Liabilities	0	12,951	7
TOTAL CURRENT LIABILITIES	188,600	473,756	
LONG-TERM DEBT			
Net Funded Debt	0	665,930	8
Obligations Under Capital Leases	0	0	9
Advances from Affiliated Companies	4,797,140	0	10
Other Long-Term Debt	0	0	11
TOTAL LONG-TERM DEBT	4,797,140	665,930	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities	0	0	12
Unamortized Investment Tax Credits	0	0	13
Net Noncurrent Deferred Income Taxes	120,012	121,661	14
Other Deferred Credits	0	0	15
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS	120,012	121,661	
STOCKHOLDERS' EQUITY			
Capital Stock and Paid-In Capital	48,000	48,000	16
Other Capital	0	0	17
Retained Earnings	1,658,267	1,333,976	18
TOTAL STOCKHOLDERS' EQUITY	1,706,267	1,381,976	
TOTAL LIABILITIES AND OTHER CREDITS	<u>6,812,019</u>	<u>2,643,323</u>	

TOTAL COMPANY BALANCE SHEET - NOTES

Other information concerning the total company balance sheet.

None

RETAINED EARNINGS - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Balance - First of Year	1,333,976	863,338	1
Changes:			
Balance Transferred from Income	354,291	470,638	2
Dividends Declared	0	0	3
Miscellaneous Debits to Retained Earnings	30,000	0	4
Miscellaneous Credits to Retained Earnings	0	0	5
Balance - End of Year	<u>1,658,267</u>	<u>1,333,976</u>	6

TELECOMMUNICATIONS PLANT IN SERVICE & ACCUMULATED DEPRECIATION & AMORTIZATION - WISCONSIN

Plant Function (a)	Plant in Service FOY (b)	Additions (c)	Retirements (d)	
GENERAL SUPPORT				
Land	260,000	80,000	0	1
CENTRAL OFFICE				
Buildings	0	1,647,438	0	2
Furniture	0	31,472		3
Equipment	0	3,796		4
Cellular Phone	0	3,096		5
Computers	0	19,148		6
Digital Electronic Switch C.O.	0	296,072		7
Circuit Equipment	0	67,897		8
Lightwave Fiber Circuit Equipment	0	9,120		9
Outside Plant	28,509	1,089,863		10
INFORMATION ORIG./TERM.				
Enter Description Here	0	0	0	11
CABLE WIRE FACILITIES				
Underground Cable	0	14,697	0	12
Buried Cable-Nonmetallic	0	309,208		13
Aerial Wire	0	817		14
Underground Conduit	0	27,576		15
AMORTIZABLE				
Enter Description Here	0	0	0	16
TOTAL PLANT IN SERVICE	288,509	3,600,200	0	

TELECOMMUNICATIONS PLANT IN SERVICE & ACCUMULATED DEPRECIATION & AMORTIZATION - WISCONSIN (cont.)

Plant Function (e)	Transfers / Adjustments (f)	Plant in Service EOY (g)	Acc. Depr. & Amortization EOY (h)	Net Plant in Service EOY (i)	
GENERAL SUPPORT					
Land	0	340,000	0	340,000	1
CENTRAL OFFICE					
Buildings	0	1,647,438	5,487	1,641,951	2
Furniture		31,472	314	31,158	3
Equipment		3,796	0	3,796	4
Cellular Phone		3,096	52	3,044	5
Computers		19,148	319	18,829	6
Digital Electronic Switch C.O.		296,072	0	296,072	7
Circuit Equipment		67,897	0	67,897	8
Lightwave Fiber Circuit Equipm		9,120	0	9,120	9
Outside Plant		1,118,372	146	1,118,226	10
INFORMATION ORIG./TERM.					
Enter Description Here	0	0	0	0	11
CABLE WIRE FACILITIES					
Underground Cable	0	14,697	0	14,697	12
Buried Cable-Nonmetallic		309,208	0	309,208	13
Aerial Wire		817	0	817	14
Underground Conduit		27,576	0	27,576	15
AMORTIZABLE					
Enter Description Here	0	0	0	0	16
TOTAL PLANT IN SERVICE	0	3,888,709	6,318	3,882,391	

OPERATING REVENUES

Particulars (a)	Wisconsin- Based Intrastate (b)	Wisconsin- Based Interstate (c)	
LOCAL NETWORK SERVICES REVENUES			
End User Retail			1
Reciprocal Compensation & Interconnection			2
Private Line, Special Access & Unbundled Network Elements			3
Enter Other Description Here			4
NETWORK INTERSTATE ACCESS SERVICE REVENUES			
End User Line Charge			5
Switched			6
Special			7
Carrier Billing and Collections		1,236	8
NETWORK INTRASTATE ACCESS SERVICE REVENUES			
Switched			9
Special			10
Carrier Billing and Collections	4,751		11
LONG DISTANCE NETWORK SERVICES MESSAGE REVENUES			
Toll Resale	177,150	46,101	12
LONG DISTANCE PRIVATE NETWORK REVENUES			
Enter Description Here			13
MISCELLANEOUS REVENUES			
Video Distance Learning	---CONF---	---CONF---	14
Directory	---CONF---	---CONF---	15
---CONF---	---CONF---	---CONF---	16
---CONF---	---CONF---	---CONF---	17
---CONF---	---CONF---	---CONF---	18
GROSS OPERATING REVENUES	185,574	48,293	
UNCOLLECTIBLE REVENUES			
Enter Description Here	1,122	292	19
TOTAL UNCOLLECTIBLE REVENUES	1,122	292	
TOTAL OPERATING REVENUES	184,452	48,001	

OPERATING REVENUES (cont.)

Particulars (d)	Wisconsin- Based Total (e)	Total Company (f)	
LOCAL NETWORK SERVICES REVENUES			
End User Retail	0		1
Reciprocal Compensation & Interconnection	0		2
Private Line, Special Access & Unbundled Network Elements	0		3
Enter Other Description Here	0		4
NETWORK INTERSTATE ACCESS SERVICE REVENUES			
End User Line Charge	0		5
Switched	0		6
Special	0		7
Carrier Billing and Collections	1,236	1,236	8
NETWORK INTRASTATE ACCESS SERVICE REVENUES			
Switched	0		9
Special	0		10
Carrier Billing and Collections	4,751	4,751	11
LONG DISTANCE NETWORK SERVICES MESSAGE REVENUES			
Toll Resale	223,251	223,251	12
LONG DISTANCE PRIVATE NETWORK REVENUES			
Enter Description Here	0		13
MISCELLANEOUS REVENUES			
Video Distance Learning	---CONF---	---CONF---	14
Directory	---CONF---	---CONF---	15
---CONF---	---CONF---	---CONF---	16
---CONF---	---CONF---	---CONF---	17
---CONF---	---CONF---	---CONF---	18
GROSS OPERATING REVENUES	233,867	233,867	
UNCOLLECTIBLE REVENUES			
Enter Description Here	1,414	1,414	19
TOTAL UNCOLLECTIBLE REVENUES	1,414	1,414	
TOTAL OPERATING REVENUES	232,453	232,453	

AVERAGE NUMBER OF SUBSCRIBERS

Average Number of Subscribers (a)	Wisconsin-Based Total (b)	Total Companyl (c)	
Residential	224	224	1
Business	6	6	2
Total	230	230	3

NUMBER OF LIFELINE AND LINKUP CUSTOMERS

Number of Lifeline and Linkup Customers (a)	Wisconsin (Actual No.)(b)	
Number of Lifeline Customers in Wisconsin at December 31, 2001		1
Number of Linkup Customers in Wisconsin Connected During 2001		2

ACCESS EXPENSES, BILLING EXPENSES & CHARGES IMPOSED BY ANOTHER CARRIER

Particulars (a)	Wisconsin- Based Intrastate (b)	Wisconsin- Based Interstate (c)	
ACCESS AND BILLING EXPENSES			
Carrier Common Line (Intrastate IntraLATA)	88,217		1
Carrier Common Line (Intrastate InterLATA)	49,312		2
Carrier Common Line (Interstate)		24,042	3
Switched Access			4
Special Access			5
Billing and Collection Expenses			6
TOTAL ACCESS AND BILLING EXPENSES	137,529	24,042	
CHARGES IMPOSED BY ANOTHER CARRIER			
Expenses Related to Interconnection with Another Local Exchange Carrier's Facilities			7
Expenses Related to the Wholesale Use of Another Carrier's Network (Resale & Unbundled Network Elements) and Tariffed General Service Offerings			8
TOTAL CHARGES IMPOSED BY ANOTHER CARRIER	0	0	
TOTAL ACCESS EXPENSES, BILLING EXPENSES & CHARGES IMPOSED BY ANOTHER CARRIER	137,529	24,042	

ACCESS EXPENSES, BILLING EXPENSES & CHARGES IMPOSED BY ANOTHER CARRIER **(cont.)**

Particulars (d)	Wisconsin- Based Total (e)	Total Company (f)	
ACCESS AND BILLING EXPENSES			
Carrier Common Line (Intrastate IntraLATA)	88,217	88,217	1
Carrier Common Line (Intrastate InterLATA)	49,312	49,312	2
Carrier Common Line (Interstate)	24,042	24,042	3
Switched Access	0		4
Special Access	0		5
Billing and Collection Expenses	0		6
TOTAL ACCESS AND BILLING EXPENSES	161,571	161,571	
CHARGES IMPOSED BY ANOTHER CARRIER			
Expenses Related to Interconnection with Another Local Exchange Carrier's Facilities	0		7
Expenses Related to the Wholesale Use of Another Carrier's Network (Resale & Unbundled Network Elements) and Tariffed General Service Offerings	0		8
TOTAL CHARGES IMPOSED BY ANOTHER CARRIER	0	0	
TOTAL ACCESS EXPENSES, BILLING EXPENSES & CHARGES IMPOSED BY ANOTHER CARRIER	161,571	161,571	

CENTRAL OFFICE DATA - END OF YEAR

When an exchange has more than one central office, data must be reported for each central office.

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)	
Rate Center Name	TWO RIVERS				1
Central Office (Switch) CLLI Code	TWRVWI01RSO				2
Switch Location	TWO RIVERS				3
Manufacturer of COE	SC				4
Year COE Installed	2001				5
Type of Equipment	D				6
(S)tandalone, (H)ost, (R)emote, (A)dv. Fiber Comm.	R				7
Remote Host Rate Center Name	3820				8
Remote Host Switch CLLI Code	1				9
COE Generic Software Release No.	22				10
SS7?	Yes				11
9-1-1?	Yes				12
Access Lines - In Use	20				13
- Equipped	1,812				14
- Wired	3,420				15
Trunks - In Use	0				16
- Equipped	0				17
- Wired	0				18
ISDN Available?	No				19
ISDN Lines - In Use (BRI)	---CONF---				20
- In Use (PRI)	---CONF---				21
xDSL Available?	Yes				22
- In Use (# lines)	---CONF---				23
Switched 56 Service?	No				24
Switched 56 lines in use	---CONF---				25
Digital Transmission Facilities: DS-1 - In Use	---CONF---				26
DS-3 - In Use	---CONF---				27
Advanced Data Service Available:					
Packet Switching?	No				28
SMDS?	No				29
Frame Relay?	No				30
ATM (Asynchronous Trans. Mode)?	No				31
Video Information - Service Available?	No				32
- In Use (# lines) ¹	---CONF---				33
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	24				34
No. of fiber strands working (LIT) in C.O.	---CONF---				35
No. of fiber strands for interoffice use	24				36
Miles of fiber sheath in wire center	3				37
Access Tandem Serving this C.O.:					
- Central Office Name	PLYMOUTH				38
- Central Office CLLI Code					39
Does this C.O. do access tandem switching?	No				40

¹ Teleco provided end-to-end facility.

ASSESSABLE REVENUES

Description (a)	This Year (b)
Calculation of Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	
Gross Operating Revenues--Wisconsin (including outbound interstate revenues)	233,867 1
Less: Inbound Interstate Revenues (exclusive of uncollectible service revenues) Included in Line 1 (if any)	0 2
Less : Current Year Write-offs of Uncollectible Revenues	0 3
Plus: Current Year Collection of Operating Revenues Previously Written Off	0 4
Less : Nonregulated Operating Revenue (included in Gross Oper. Rev. on Line 1)	5
Plus: Nonregulated Net Write Off Amount (included on Lines 3 and 4)	6
Total Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	233,867 7

Assessable Revenues for Universal Service Fund Assessment Purposes

Wisconsin Gross Intrastate Operating Telecommunications Service Revenue	184,452 8
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Notes

"Gross Operating Revenues--Wisconsin" are revenues before consideration of uncollectible revenues. These revenues include revenues from inbound interstate 800 and collect calls billed to customers in Wisconsin.

"Outbound interstate revenues" are service operations revenues received from communications originating at points within Wisconsin and terminating at points outside the state.

"Inbound interstate revenues" are service operations revenues received from communications originating at points outside the State of Wisconsin and terminating at points within the state.

(NOT TO BE EXCLUDED HERE ARE INBOUND INTERSTATE 800 AND COLLECT REVENUES BILLED TO CUSTOMERS IN WISCONSIN).

"Gross" means revenue before consideration of uncollectible amounts. Access expenses may not be netted against assessable revenues.

"Intrastate" means telecommunications service originating and terminating within the State of Wisconsin. Intrastate revenue does not include interstate access revenue.

"Operating" means provision of telecommunications services.

"Telecommunications service revenue" for the purpose of this assessment does not include cable television service, broadcast service, rents, directory revenue, carrier billing and collection revenue, nonregulated customer premises equipment revenue, or other miscellaneous or nonregulated revenue. However, it does include video distance learning revenue and payphone revenue (the latter which was deregulated in 1997).

OTHER INFORMATION

Additional or other information concerning this annual report.

None

SCHEDULE AND REPORT NOTES

General Footnote

Accountants Compilation Report

To the Board of Directors
Lakefield Communications, Inc.
Newton, Wisconsin

We have compiled the balance sheets of the Lakefield Communications, Inc. as of December 31, 2001 and 2000, and the related statements of income and retained earnings for the years then ended included in the accompanying prescribed form in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. We have also compiled the supplementary information presented in the prescribed form, except for pages 16 and 19.

Our compilation was limited to presenting in the form prescribed by the Public Service Commission of Wisconsin, information that is the representation of management. We have not audited or reviewed the financial statements and supplementary information referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

These financial statements and the supplementary information are presented in accordance with the requirements of the Public Service Commission of Wisconsin, which differ from generally accepted accounting principles. Accordingly, these financial statements and supplementary information are not designed for those who are not informed about such differences.

The supplementary information contained on pages 16 and 19 of the accompanying prescribed form has not been audited, reviewed, or compiled by us, and, accordingly, we assume no responsibility for that information.

Kiesling Associates LLP
Madison, Wisconsin
March 31, 2002

Schedule Footnotes

Central Office Data - End of Year Footnote. Page 19

None.

Assessable Revenues Footnote. Page 20

Total Assessable Revenues for Remainder and Telephone Relay Assessment Purposes is greater than the Assessable Revenues for USF Assessment Purposes.
